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Before the COPYRIGHT ARBITRATION ROYALTY PANEL UNITED STATES COPYRIGHT OFFICE LIBRARY OF CONGRESS Washington, D.C.

GENERAL COUNSEL OF COPYRIGHT

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In the Matter of) Docket No. 96-6 CARP NCBRA
ADJUSTMENT OF RATES FOR NONCOMMERCIAL EDUCATIONAL BROADCASTING COMPULSORY LICENSE))))

BROADCAST MUSIC, INC.'S REPLY IN FURTHER SUPPORT OF ITS MOTION TO EXTEND THE PRECONTROVERSY DISCOVERY SCHEDULE IN THIS PROCEEDING VIS-À-VIS ASCAP

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Attorneys for Broadcast Music, Inc.

Dated: November 25, 1997

Before the COPYRIGHT ARBITRATION ROYALTY PANEL UNITED STATES COPYRIGHT OFFICE LIBRARY OF CONGRESS Washington, D.C.

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Broadcast Music, Inc. ("BMI") submits its reply in further support of its November 7, 1997 motion to extend the precontroversy discovery schedule in this proceeding. The American Society of Composers, Authors and Publishers ("ASCAP") objects to any extension of the discovery schedule with respect to BMI and ASCAP. There is no basis to ASCAP's opposition and BMI's motion should be granted.

First, ASCAP's assertion that BMI's motion should be denied because it was not filed by the November 7 due date is just plain wrong. BMI's motion was filed on November 7, the due date in the Copyright Office's July 30, 1997 Scheduling Order (the "Order") for motions related to initial document production.

Second, ASCAP argues that the prediscovery schedule set in the Order was "final"; but ASCAP fails to state that it was ASCAP's own unilateral disregard of the Order which necessitated BMI to seek an extension of the discovery schedule as to ASCAP. Under the Order,

written direct cases were to be filed (along with proof of service on counsel of record) on October 1, 1997. ASCAP, however, without prior consent, simply informed the Copyright Office and BMI, on the eve of the date scheduled for the filing of written direct cases, that it would be withholding certain key elements of its direct case from its service on BMI on confidentiality grounds. See letter from counsel for ASCAP to the Copyright Office of September 30, 1997, attached hereto as Exhibit A. ASCAP did so in spite of the fact that the parties to these proceedings, including ASCAP and BMI, had previously negotiated a Protective Order to govern confidentiality issues. During those negotiations ASCAP agreed that it would not have the right to withhold documents from BMI's counsel of record, and the Protective Order contained no such provision.

Because ASCAP failed to serve its entire direct case on BMI on October 1, BMI was not able to serve its discovery request on ASCAP on October 8, as required by the Order, because it still did not have a copy of ASCAP's complete case at that time. As of that date, ASCAP continued to take the position that it would not produce its entire direct case to BMI until such time as ASCAP had entered into a separate and additional confidentiality agreement with BMI.

ASCAP did not execute a final confidentiality agreement with BMI until October 21.

Three days later, on October 24, BMI served its initial discovery request on ASCAP. ASCAP, however, did not produce documents to BMI until November 19.

Because of ASCAP's late production, BMI will require even more time than it proposed in its original motion to extend the discovery schedule to make appropriate follow-up requests or motions, if any are required. ASCAP should not be able to rely on its own delay in complying with its discovery obligations to preclude BMI from making follow-up requests or motions.

While ASCAP makes a conclusory claim of prejudice with respect to BMI's request for an extension of the discovery deadlines, it has made no showing of any prejudice. Contrary to what ASCAP argues, BMI is not now seeking any change in the December 31, 1997 start date for the CARP proceeding.

Conclusion

For the foregoing reasons and the reasons set forth in BMI's opening brief, BMI's motion to extend the discovery schedule vis-à-vis ASCAP should be granted.

Dated: November 25, 1997

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CERTIFICATE OF SERVICE

I, Sherri N. Duitz, an attorney, hereby certify that I caused a copy of the foregoing BROADCAST MUSIC, INC.'S REPLY IN FURTHER SUPPORT OF ITS MOTION TO EXTEND THE PRECONTROVERSY DISCOVERY SCHEDULE IN THIS PROCEEDING VIS-À-VIS ASCAP in the Matter of Adjustment of Rates for Noncommercial Educational Broadcasting Compulsory License, Docket No. 96-6, before the Copyright Arbitration Royalty Panel, United States Copyright Office, Library of Congress, to be delivered by overnight federal express on this 25th day of November, 1997 on each of the parties listed on the attached service list.

Deponent is over the age of 18 years and not a party to this action.

I further certify under penalty of perjury that the foregoing is true and correct. Executed on November 25, 1997.

Sharri M Duitz

SERVICE LIST

Docket No. 96-6 CARP NCBRA

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September 30, 1997

VIA TELECOPIER AND BY HAND

Nanette Petruzzulli, Esq.
Acting General Counsel
Office of the Copyright General Counsel
Room 403
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Re: Noncommercial Educational Broadcasting Compulsory License Docket No. 96-6 CARP NCBRA

Dear Ms. Petruzzulli:

On September 26, 1997, the parties to this proceeding filed a Motion for Entry of Protective Order with the Copyright Office (the "Office"). The parties have assumed that the Office will rule favorably on the Protective Order in the near future.

Since the filing of the Motion, a disagreement has arisen between ASCAP and at least one other party to this proceeding concerning certain highly sensitive and confidential information regarding the rates and terms for a compulsory license between ASCAP, Public Broadcasting Service ("PBS") and National Public Radio ("NPR"). That information is contained in ASCAP's written direct case. ASCAP believes this confidential material is irrelevant to the concerns of any party other than PBS or NPR.

It is unlikely that this dispute will be resolved before tomorrow when ASCAP must file and serve its written direct case in this proceeding on all parties. In the interim, and while we continue our discussions to resolve this issue, ASCAP will nevertheless comply with its obligations to file its direct case on October 1, 1997. ASCAP will serve a complete

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WHITE & CASE

Nanette Petruzzulli, Esq. Page 2

copy of its written direct case on PBS, NPR and their counsel, on the understanding that they will adhere to the provisions of the submitted Protective Order. ASCAP will serve a redacted version on the other parties to this proceeding.

If ASCAP is unable to reach agreement regarding the handling of this highly sensitive and confidential information, ASCAP reserves its rights under paragraphs 11 and 3(b) of the Protective Order, if it is entered, to request the Office, the Library of Congress and/or the CARP, as appropriate, for clarification of and appropriate relief under that Protective Order.

Sincerely,

Philip II. Schaelfer

cc: Service List

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